

7/07/01
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From: WAYNE HEDBERG (WHEDBERG)
To: TMITCHELL
Date: Monday, August 2, 1993 10:11 am
Subject: CHANGE IN PARENT OWNERSHIP/TRANSFER ?

LOWELL & I MET WITH GREG WILLIAMS, AND JACK LARSEN & MIKE SVILAR OF U.S. ENERGY CORP. LAST FRIDAY AFTERNOON. WE DISCUSSED THE PENDING SALE AND TRANSFER OF ALL STOCK IN PLATEAU RESOURCES FROM CONSUMER POWER TO U.S. ENERGY (AT LEAST AS FAR AS THE URANIUM INTERESTS/PROPERTIES ARE CONCERNED). U.S. ENERGY IS NOW APPLYING FOR A TRANSFER OF THE LICENSE TO OPERATE THE TICABOO (SHOOTING CANYON) URANIUM MILL.

THE QUESTION THAT WAS RAISED WITH US CONCERNS THE CHANGE IN PARENT OWNERSHIP THROUGH THE SALE OF THE STOCK. WILL THIS CHANGE HAVE ANY BEARING/AFFECT ON THE PERMITS IN EFFECT WITH US FOR THE MILL AND MINES IF THE OPERATOR (PLATEAU RESOURCES) DOES NOT CHANGE? WE SAID PROBABLY NOT, BUT WANTED TO GET CONFIRMATION FROM OUR LEGAL COUNSEL BEFORE WE PUT IT IN WRITING.

I HAVE LEFT YOU WITH A (CONFIDENTIAL) COPY OF THE APPLICATION TO THE NRC WHICH U.S. ENERGY GAVE US ON FRIDAY. WOULD YOU PERUSE IT AND LET ME KNOW IF WE CAN GO AHEAD AND TELL U.S. ENERGY FORMALLY THAT WE HAVE NO PROBLEMS WITH THE SALE AND THAT OUR PERMITS SHOULD NOT BE AFFECTED (FOR THE MILL AND MINES).

LOWELL ASKED ME TO PREPARE A DRAFT LETTER TODAY. APPRECIATE YOUR HELP ON SUCH SHORT NOTICE. ANY QUESTIONS PLEASE SEE ME AT YOUR CONVENIENCE. THANKS!!!

CC: LBRAXTON, HSHEPHERD